

**CITY OF LAPEER TAX INCREMENT FINANCE AUTHORITY
REVOLVING LOAN FUND EXECUTIVE SUMMARY**

Purpose:

To promote and enhance economic development within the City of Lapeer TIFA district boundaries. The revolving loan fund will be tailored to fit the expansion of an existing or prospective business.

Fiduciary Agency:

City of Lapeer Tax Increment Finance Authority

Packaging & Information:

Lapeer Development Corporation

Authorized Use of Funds:

Fixed assets and working capital

Who Can Borrow:

Expanding existing or prospective businesses in the City of Lapeer's TIFA districts

Maximum Loan Amount:

\$100,000

Borrower's Obligation:

An equity injection of at least 10% shall be required from the borrower.

Term:

Real Estate up to 10 years
Equipment up to 5 years
Working Capital up to 36 months

Security:

Collateral and/or personal guarantees will be required to secure a loan. Appropriate insurances also required.

Rate:

The interest rate shall be 2% below New York Prime, with a minimum rate of 4%.

For More Information Contact:

Patricia Lucas, Lapeer Development Corporation: (810) 667-0080